STAND. COM. REP. NO. 479

Honolulu, Hawaii , 2021 FEB 18 RE: H.B. No. 1273 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred H.B. No. 1273 entitled:

"A BILL FOR AN ACT RELATING TO TAX CREDITS,"

begs leave to report as follows:

The purpose of this measure is to require the Department of Business, Economic Development, and Tourism to make a public disclosure identifying the names of the taxpayers who are receiving certain tax credits and the total amount of tax credits received for specific economic activities.

Your Committee received comments on this measure from the Department of Taxation; Department of Business, Economic Development, and Tourism; and Tax Foundation of Hawaii.

Your Committee finds that public disclosure and access to the tax credits that are being claimed by taxpayers each year will help to further identify how public monies are being consumed and what activities are tax-favored by the State. Consolidated tax data on the amount of certain tax credits claimed will also aid in decision making and further transparency. Such information and details will also help policymakers in determining social tax policies going forward and how best to use a finite amount of public resources, especially during times of economic recession.



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Your Committee has amended this measure by changing the effective date to July 1, 2050, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1273, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1273, H.D. 1, and be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Economic Development,

SEAN QUINLAN, Chair



State of Hawaii House of Representatives



Bill/Resolution No.: HB 1273 ECD, FIN Date: 212121				
θ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: θ Pass, unamended (as is) θ Pass, with amendments (HD) θ Hold θ Pass short form bill with HD to recommit for future public hearing (recommit)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)			uni erditko: to' to' ' 1 to aktimu	
2. HOLT, Daniel (VC)				
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3. BELATTI, Della Au				
4. KOBAYASHI, Dale T.		, Madet (Tagor, 1941), 1949, 1951		<u>a sa baan ta can baan aha ahaa ka ahaa ka</u>
5. ONISHI, Richard H.K.	J	<u>gen waard da bii san da bii aa a</u>	nnih Markatak ada seda chi 2000 ada sekata 1970 a	Same on Second en and the second s
6. SAYAMA, Jackson D.				
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7. TAKAYAMA, Gregg				
8. OKIMOTO, Val		Etatéri Wolish selataha I	the shift of the second se	
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TOTAL (8)	1	ð l	D	
The recommendation is: θ Adopted θ Not Adopted If joint referral,				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				